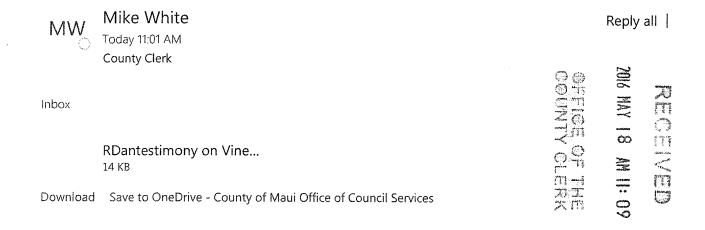
FW: Richard Dan Public works proposed project on Vineyard Street



From: Richard Dan [mailto:bigrich@aloha.net]

Sent: Wednesday, May 18, 2016 10:00 AM

To: 'bf.committee@mauicounty.us.'; Riki Hokama <Riki.Hokama@mauicounty.us>

Cc: Mike White <Mike.White@mauicounty.us>; Donald S. Guzman <Donald.Guzman@mauicounty.us>; Michael Victorino <Michael.Victorino@mauicounty.us>; Gladys Baisa <Gladys.Baisa@mauicounty.us>; Robert Carroll <Robert.Carroll@mauicounty.us>; Elle Cochran <Elle.Cochran@mauicounty.us>; Don Couch <Don.Couch@mauicounty.us>; Stacy S. Crivello <Stacy.Crivello@mauicounty.us>; regan808@gmail.com; joeb@mauiproperty4you.com

Subject: Richard Dan Public works proposed project on Vineyard Street

TO: Chairman Riki Hokama and members of the Budget & Finance Committee FROM: Richard Dan

RE: Testimony on Vineyard Street drainage corrections/improvements, meeting of May 20, 2016

My name is Richard Dan and my family business owns the building at 92-98 North Market Street, home of Maui Sporting Goods and our business, Kamaaina Loan And Cash For Gold.

If you drive by the building during times of heavy rain, like last week, you will see sandbags around the retail store doors and on the sidewalk wheelchair ramp.

Water flowing down Vineyard Street floods intersections and causes problems in many stores.

I paid a professional engineer to study the situation and he concluded that the county's drainage was installed incorrectly. In conversations with Public Works Director David Goode, he agrees with that. So that has to be fixed and the sooner the better.

Mr. Goode or I can supply your committee with our correspondence about the drainage, and there is a Youtube video of flooding in the street at https://youtu.be/52EFYRf5B2E

In the Mayor's budget report 16-84, page 884, provisions are proposed to at least design and plan for the revision of the drainage.

This would benefit me, but also much of downtown Wailuku, from Central Avenue on down.

The planning would require \$500,000, and I am informed by Mr. Goode that the construction would be an additional sum, perhaps another \$500,000. I urge you to appropriate at least \$500,000 in the coming budget.

Mr. Goode tells me that with design work in place, the Department of Public Works would be prepared to seize opportunities for federal funding assistance.

If the complete project cannot be contemplated in the current budget, planning funding would be a prudent expenditure that would save county taxpayers money in the long run, since the work will have to be done.

The planning and design can take account of proposals for the rebuilding of the municipal parking lot with a new civic center. All in all, the amount requested will begin to address several concerns and I urge you to fund the whole project but if that is not possible this year, then at least the design funding.

Mahalo Richard Dan 808 242-5555

MAKILA RANCHES INC.

305 E. Wakea Avenue • Suite 100 Kahului • Hawaii • 96732

May 4, 2016

Honorable Mike White and Members Maui County Council County of Maui 200 South High St., 8th Floor Wailuku, HI 96793 CERCE OF THE

RE: LAND ACQUISITION

Real Property at Launiupoko, Maui Old TMK No. (2) 4-7-001:026 (PORTION), New TMK No. (2) 4-7-014:012 Property 'B' or Lot 12 of Ranches Phase 2, approximately 37.7 acres

Dear Chairman White and Members:

First, thank you for your commitment to oversee the County's budget and finance process. We know it is a formidable and thankless task, and we appreciate the countless hours you and the Budget and Finance Committee have put towards this work.

I am writing to express our partnership's disappointment about recent recommendation indicating that the Council does not intend to perform in accordance with the terms of our contract to acquire the 1.2-mile stretch of coastal land from Launiupoko Beach Park to Puamana. (See page 56 of the FY 2017 Budget and Finance Committee Proposal, May 1, 11:46 PM attached as Exhibit "A".) The property is "Property 'B'" shown on the maps attached hereto as Exhibit "B". A timeline of events and proceeding from 2013 to the present is attached as Exhibit "C".

I am sure our disappointment will be shared by the community groups and individuals who supported the public's ownership of this land when it was unanimously approved by the Council's 12/20/13 Resolution No. 13-151, and the contract was signed. We hope there is still time for the Council to reconsider and recommend County's completion of this transaction.

1. <u>Public Benefit</u>. We hope you will recall the testimony and consensus and reconfirm that the 8.5-mile-long Pali to Puamana Park would provide unparalleled value to Maui's residents and visitors and would be a source of pride

for the County of Maui. As stated by council members and strong public testimony, the Pali to Puamana Park is a priceless, long-term asset. A major portion of this coastal park is now achievable with the recent selection of the new highway alignment and the awarding of a design-build contract for the southern terminus of the Lahaina Bypass, Phase 1B-2. This will re-route regional traffic causing the existing Honoapiilani Highway to become a quiet coastal route primarily used for local traffic and shoreline access.

Other immediate benefits to the County owning Property 'B' would be:

- The use of the existing cane haul road located on the subject property in the event of Highway closures.
- The space for any needed mauka relocation of any part of Honoapiilani Highway will be gained.
- 2. <u>We Have Performed Our Side</u>. We have done our best to perform our side of the contract, including transferring to the County Property 'A' (148 acres) and granting easements over Property 'B' for the Lahaina watershed project and the police tower. Also, we have incurred the cost of an ALTA survey and legal fees in preparation for closing. We also agreed to allow the County to impose certain conditions and requirements in reliance on the County's future acquisition, including:
 - We carried out the Planning Director's request to designate the land on the Makila Ranches-Phase 2 subdivision plat as a "non-developable greenway and bikeway to be sold to the County of Maui per Resolution No. 13-151," thereby encumbering the future use of that land.
 - We agreed in the SMA approval of the subdivision to keep the internal subdivision roadway open to the public.
 - We agreed that the Maui Island Plan could designate the land as "park" on the Protected Areas Diagram.

We would not have consented to these measures if we had known that the County would not follow through on its purchase contract.

3. Our Contract, Going Forward. If in the end, the Council decides to fund and perform in accordance with the terms of our contract, we will honor our commitment to the community. If the transaction is still possible, we agree to give

May 4, 2016

LAND ACQUISITION: Real Property at Launiupoko, Maui

Page 3 of 3

the Council additional time to approve the release of funds. However, Makila will not extend the closing indefinitely. If the County does not complete the purchase of Property 'B' by July 31, 2016, Makila will proceed with other plans for the land.

We thank you for your careful consideration.

Very truly yours

J. Stephen Goodfello

Attachments

CC (via email):

Office of the Mayor

Danny Agsalog, Finance Director

Sandy Baz, Budget Director

Kaala Buenconsejo, Parks and Recreation Director

EXHIBIT 'A'
FY 2017 Budget and Finance Committee Proposal

	Α	В	D	E	F	G	Н
1		Description	Mayor	Revisions - A	В	С	Total
597		b. Other Projects	Council o	dds special note	to 1		
598		(1) Bond Fund					
599		(i) Countywide Equipment	withhold	Bond Authorization	on J		•
600		Delete Equipment for Public Works, Fire and Public Safety					
601		Restore (1) Vacuum Street Sweeper		-3,370,000			
602		Net appropriation		310,000		ļ	
	~	net appropriation	2000	~~~~	000	4	3,190,0
604	•	(ti) Launiupoko Land Acquisition	, , , , ,				
		Add, withhold Bond Authorization	0)		
605	* .	· ·	· +	2,273,000	1		
606		Net appropriation			_ ~		2,273,0
607			m	m			
608		DEPARTMENT OF FIRE AND PUBLIC SAFETY					
609		COUNTYWIDE				1	
610		a. Government Facilities					
611		(1) General Fund					
612		(i) Countywide Fire Facilities	300,000				
613		Delete		-300,000			
614		Net appropriation		- '			
615			,	•		*	
616		(2) Bond Fund		*			
617		(i) Countywide Fuel Tank Replacements	105,000	- 1			
618		Delete		-105,000		·	
619		Net appropriation					
620						ļ.	
621		LANAI COMMUNITY PLAN AREA					
622		a. Government Facilities					
623		(1) General Fund		į.			
624		(i) Lanai Fire Station Improvements	10.000	- 4			
525		No revision	10,000				
526		Net appropriation		· U			
527		we we will be a second				er ores a r	10,0
2/							

Page 56 of 97

5/1/2016 11:46 PM

EXHIBIT 'A' CONTINUED FY 2017 Budget and Finance Committee Proposal

	Α	В	D	E	F	G	Н
1		Description	Mayor	Revisions A	В	С	Total
2783 2784 2785 2786		Open Space, Natural Resources, Cultural Resources, and Scenic Views Preservation Fund (Section 9-19, Revised Charter of the County of Maui (1983). as amended; Chapter 3.88, Maui County Code) Adjustment for Certification Adjustment (1) Land acquisition and related costs subject to Chapter 3.88, Maui County Code, for Ukumehame, Maui, Hawaii, TMK: (2) 4-8-002:057, totaling approximately 9.1 acres in the amount of \$304,500	13,520,817	(1,216) (32,769)			
2787 2788	4	(2) Debt service of \$300,000 for the purchase of approximately 186 acres at Launiupoko, TMKs: (2) 4-7-001:030 and (2) 4-7-001:026 (por.). [(3) Land acquisition and related costs subject to Chapter 3.88, Maui County Code, for Launiupoko, TMK: (2) 4-7-014:012, totaling approximately 37.7 acres in the amount of \$2,273,000	m3		or's proposed Space Funds iupoko Land		
2789		Est Land acquisition and related costs subject to Chapter 3:55, water County Code, for the acquisition of Dole Park, Lanai, in the amount of \$120,000.	Cum				
2790 2791 2792		(4) Land acquisition and related costs subject to Chapter 3.88, Main County Code, for Kuiaha, Hamakualoa, Main, Hawaii, TMKs 2 [2-7-007 079, [2] 2 7 007 081, [2] 2-7-007;082; and [2] 2-7-007.083 [por.], totaling approximately 267 acres in the amount of \$3,000,000 Net estimated revenue					13,486,832
2793 2794		Emergency Fund (Section 9-14, Revised Charter of the County of Maui (1983). as amended; Chapter 3.96, Maui County Code) No revision Net estimated revenue	35,201,919				
2795		Net esumated revenue					35,201,919
2796 2797 2798		Ocean Recreational Activity Fund (Section [13.04.340]13.04A.370, Main County Code) No revision	497,368				
2799		Net estimated revenue					497,368
2800		Net estimated revenue					497,36

Page 95 of 97

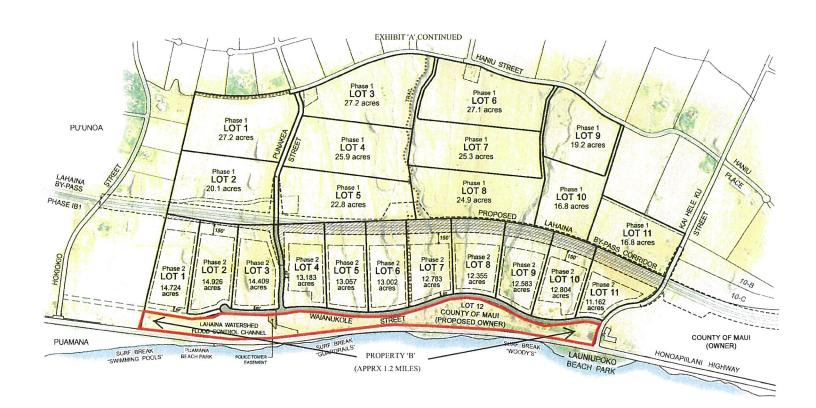
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EXHIBIT 'B'



Note Maxia Ranches Phase 1 lots will have County standard front, side and rear setbacks Setbacks shown for Makila Ranches Phase 2 are approximate This map is conceptual and prepared for general information purposes only.

Makila Ranches



Overview

Makila Ranches

Island of Maui



Note. Makida Ranches Phase 1 lots will have County standard front, side, and rear setbacks. Lot areas shown are the net acreage (gross lot area less flag, access easements, and area within the By-Pass Corridor. This man is conceptual and on persyed for consental information, purcesse, only.

MAKILA RANCHES INC.

305 E. Wakea Avenue • Suite 100 Kahului • Hawaii • 96732

Exhibit 'C'

Timeline of Events

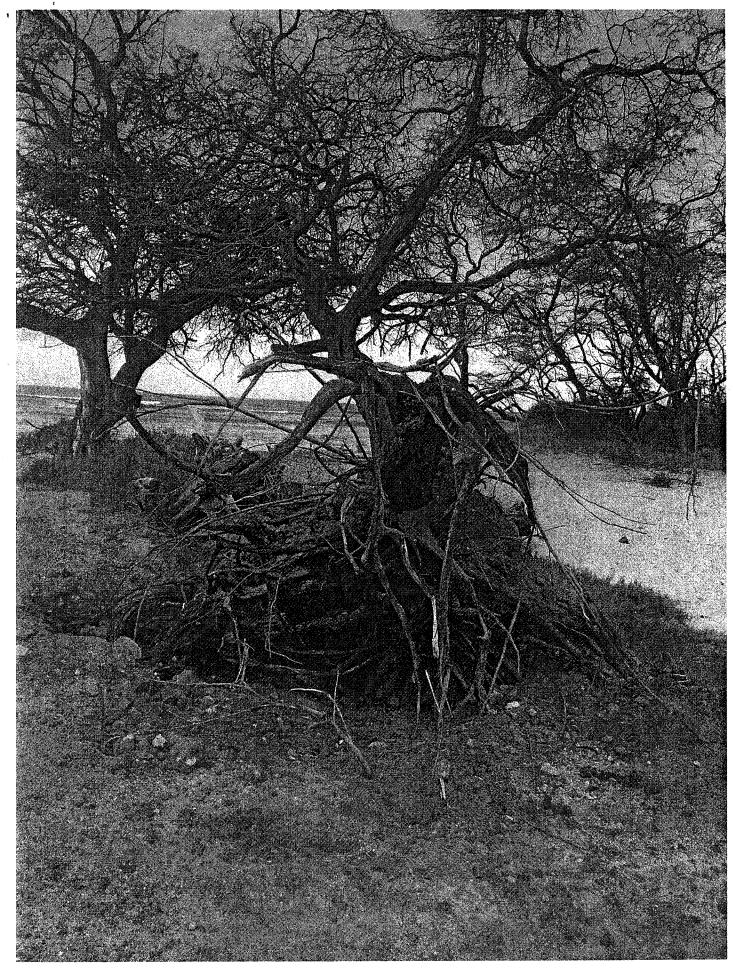
12/20/13	Council unanimously adopts Resolution No. 13-151 Approving the Acquisition of Approximately 186 Acres in Launiupoko, Maui.
01/10/14	Council adopts Ordinance Nos. 4095 and 4096 (Bill no. 99 & 100); amending the 2014 Fiscal Year Budget for the West Maui Land Acquisition.
01/14/14	Acquisition Agreements for Property A and Property B are executed by County and Seller. Closing date for Property B is 45 days after final subdivision approval or 27 months from the adoption of the budget amendment, whichever occurs sooner.
02/24/14	County acquires Property A (148 acres, \$9.9M)
05/05/14	Easements for the Flood Control Project and Police Tower in favor of the County over Property 'B' are recorded (approx. 10-acres, \$828K)
06/25/15	Makila Ranches Phase 2 Final Subdivision Approval (Sub. File no. 4.927). Note on final subdivision plat: "Lot 12 is a non-developable greenway and bikeway lot to be sold to the County of Maui per Resolution no. 13-151."
07/01/15 to (08/10/15 Closing documents prepared, ALTA survey completed. Conveyance documents, title reports, ALTA survey are reviewed and approved by the County. Seller executes documents; closing scheduled for Aug. 18, 2015.
08/15/15	County informs Seller that the funds have lapsed; closing cannot occur.
08/16/15	Expiration of Closing Acquisition Agreement for Property B (45 days after final subdivision approval, plus a 7-day extension agreed upon by both parties).
08/19/15	Makila agrees to extend closing to allow re-appropriation of the lapsed funding.

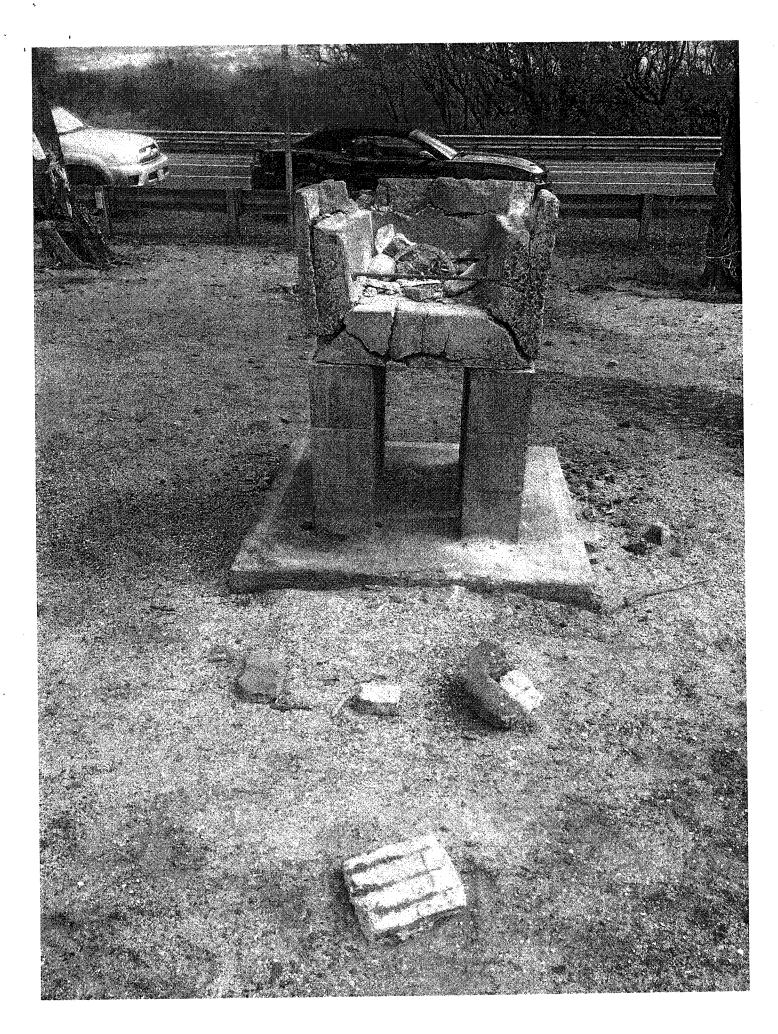
Exhibit 'C' continued

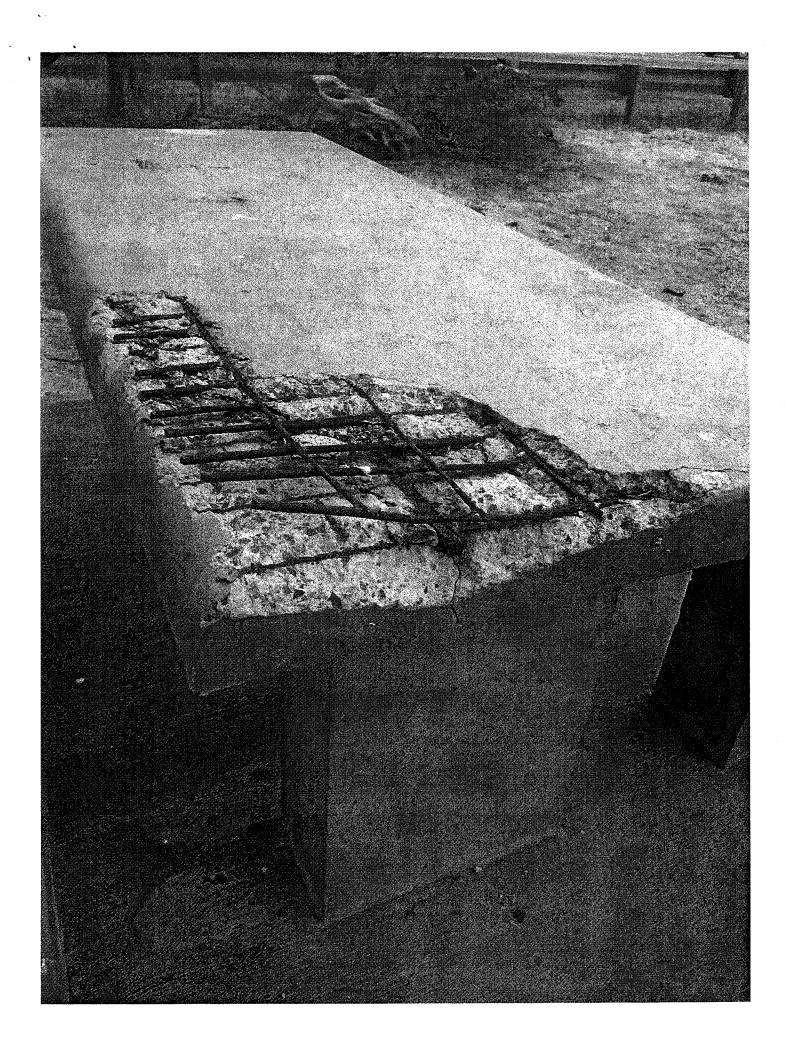
LAND ACQUISITION: Real Property at Launiupoko, Maui Page 2 of 2

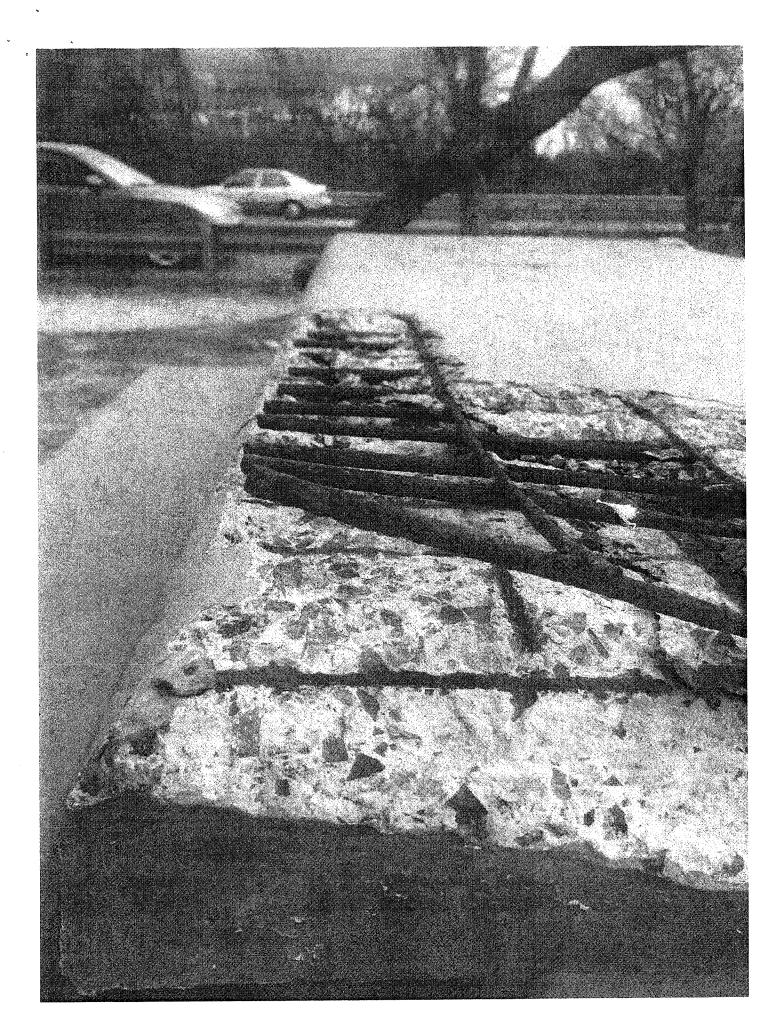
08/24/15	Office of the Mayor transmits request to amend the Fiscal Year 2016 Budget by \$2,271,822 from the \$6.5M FY2014 appropriation that lapsed. Budget & Finance Committee fails to schedule the requested amendment.
03/24/16	Mayor transmits budget recommendation for FY 2017 that includes appropriation of Open Space funds for the Launiupoko Land Acquisition.
05/01/16	Budget and Finance Committee deletes appropriation of funding from Open Space, transfer to Bond Funds and adds clause 'withhold Bond Authorization' for the Launiupoko Land Acquisition.

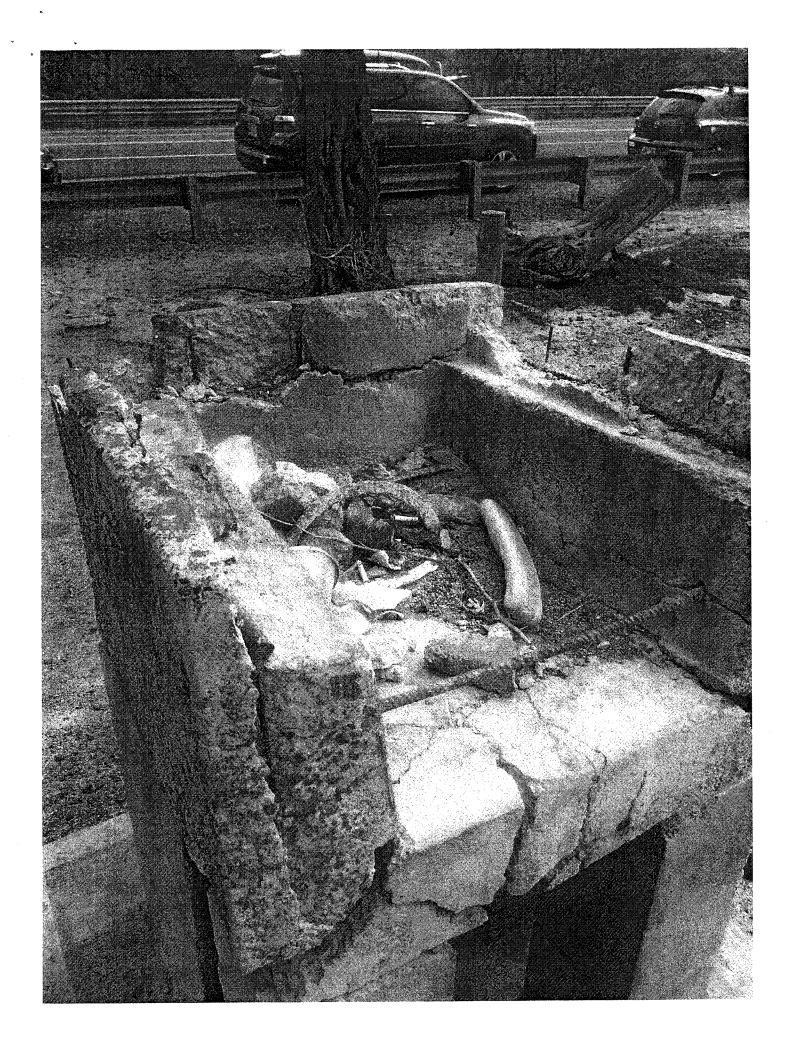
Dustin Tester













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Kuiaha-Peahi open space funding

TD

Torsten Durkan <tordurkan@gmail.com>

Reply all

Today 9:15 AM

County Clerk < County. Clerk@co.maui.hi.us>





2 attachments (754 KB) Download all Save all to OneDrive - County of Maui Office of Council Services

Aloha Council!

Wanted to personally thank all of you for voting for the \$9.5 million budget proposal to purchase the land from Kuiaha bay to Peahi. The Jaws cleanup we did on Saturday May 14th was a great success, with over 150 participants throughout the morning where we cleaned up all along Hahana Rd and almost 2 miles of coastline and even planted 45 native trees. So much trash was picked up I couldn't believe it, we actually needed jet ski assistance and a helicopter to remove large amounts from remote areas as we couldn't carry it all out (see photos attached). The community loves this special place and would like to see it undeveloped so our future can enjoy it as we do!

Thank you for all you do,

-Torsten Durkan

Download Full screen







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County Purchase of the Kuiaha Lands-Mahalo

WK ○ William Knowlton

 bill@jim.nu>

Reply all

Today 10:28 AM

County Clerk < County. Clerk@co.maui.hi.us>

Dear Mike White and the Maui County Council,

I would personally like to thank you all for inserting money in the budget for the acquisition of lands at Kuiaha/Kaupakalua, Hamakualoa. As you know our Sacred Places are being diminished by development at a rapid pace. I'm concerned about the lack of enforcement by the County Administration, especially in the Special Management Area. And I'm also concerned about the unregulated growth of the Vacation Rental business which obviously is not paying it's fair share of Transient Accommodation Taxes. There are many examples of TVRs that don't have the required Special Use Permits and Conditional Use Permits in my neighborhood alone.

The key to keeping Maui No Ka Oi is to have the administration fulfill it's mandate to enforce the laws, and also to cooperate in purchasing the legacy which have cultural, educational and historic value to the people of Maui. Mahalo to you all for putting this item in the budget and helping to keep Maui a very special place. Bill Knowlton

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Kaiaulu Photovoltaic

G O	Today 10:50 AM County Clerk	eiss@nawaii.rr.com>	Reply all
Act	ion Items		

I strongly support Council member Elle Cochran's position that the \$442,000 from the Affordable Housing Fund should NOT be used for photovoltaic in this Kaiaulu project. As you know, this developer originally applied for \$884,000 (see 2017 preliminary budget from January -"(6) Provided, that \$884,000 shall be for the Kaiaulu at Kaanapali Project of Aina Lani Pacific LLC for the installation of photovoltaic systems for the 33 homes in the project") and has recently lowered the request, presumably because of the appropriate scrutiny now occurring. I am appalled that this same developer has gamed the system to remove all affordable housing from the Wailele Ridge Napili project, and shifted it to much higher credit/ more expensive houses in Kaanapali. This has effectively removed 37 units from Wailele Ridge, which true lower income folks who really need housing could have used. The developer is coincidentally affiliated with/owns the Pacific Solar company. I feel that company should provide the photovoltaic at no charge, since they are garnering such enormous advantages shifting their Affordable housing requirements around. Please take a closer look at this flawed process. On Maui we have a terrible shortage of affordable housing. That should not give developers the right to take advantage of residents. By residents I am referring to us taxpayers, as well as the future residents of Kaiaulu, who will be confronting the unfortunate health and safety issues associated with living next to a water treatment facility, numerous powerlines and a noisy highway. Please defer these funds to be used for those truly in need of a safe roof over their head. Thank you very much for your help. Sincerely yours.

Gary Weiss MD (concerned Maui resident)

167 Kualapa Pl Lahaina, Hi 96761 8086672038 (c)4074962373

Sent From The GMW IPhone

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Photovoltaic Kaiaulu Budget -additional comments

G Garymweiss < garymweiss@hawaii.rr.com>
Today 11:46 AM
County Clerk

Reply all

Inbox

One other important aspect of the request for photovoltaic funding from the Affordable Housing fund. The Kaiaulu project homes are NOT Affordable IN PERPETUITY. These homes can be sold to anyone in 6 years or so according to the developer. Since the homes will likely be worth more and many will be sold for a profit, the new non-Affordable owners will be inheriting the solar equipped homes provided by the county. I feel that if the council insists on allowing this project and providing solar funding, they should also insist that the project remain Affordable in perpetuity, to ensure this is not just another house flipping opportunity, as many will view it. Thanks again for your help and support.

Gary Weiss MD (concerned Maui resident)

167 Kualapa Pl Lahaina, Hi 8086672038 (c) 4074962373

Sent From The GMW IPhone

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Reply all | Delete Junk |

Thank you for supporting the Kuiaha-Pe'ahi Open space funding!

PA

Paige Alms <paigealms@yahoo.com>

Reply all

Today 1:40 PM

County Clerk < County. Clerk@co.maui.hi.us>

To the Maui County Council,

A HUGE MAHALO!!!! Thank you so much for supporting the Kuiaha-Pe'ahi open space funding project. I am grateful to know that our county has our future generations in mind when going through with this funding. I hope to see the Pe'ahi area preserved for years to come, for it remain a special place for all, and most importantly become better, cleaner, safer.

Thank you!!!

Paige Alms

Haiku Resident, Pe'ahi big wave surfer, Haiku School graduate :)

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\$9.5 mil Open land fund > Kuiaha lots purchase

MO

Mike Ottman <mike@myspectrum.com>

Reply all

Today 2:42 PM

County Clerk < County.Clerk@co.maui.hi.us>

Dear Councilmembers,

Wow! Many mahalos for voting in favor of allocating \$9.5 million in the County budget to supporting the Kuiaha lots purchase! Thank you Thank you thank you!!! In speaking with many of the elders and stakeholders that have lived in the Hamakua Coastal lands for generations, it was important to them to preserve all of the things this land provided - including the agriculture, fishing, and education programs - to their children, Haiku Elementary students, and the community.

Let us know what else can be done to ensure that the Mayor supports this as well. Thanks again!!

Warmest Regards,

Mike

Mike Ottman, CFP® Spectrum Asset Management, Inc.

Paia, HI

Mobile: 808-740-5648

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SOUNTY OLERK

If you are not the intended recipient of this email, please delete it. All confidentiality, rights and privileges are expressly preserved. Please remember to contact Spectrum Asset Management, Inc. in writing, if there are any changes in your wealth situation or investment objectives. Please be advised that there can be no assurance that any email request will be reviewed and/or acted upon on the day it is received-please be guided accordingly. A copy of our current written disclosure statement discussing our advisory services and fees continues to remain available for your review upon request.

Testimony against proposed increased CORA permit Fees 2016

Date: May 20, 2016

Dear Council/Committee Members,

This information should be well known to parks dept but might be new to some Councilpersons:

- Higher Fees hurt legitimate Operators.
- Illegal operators are allowed to flourish
- CORA fees do not improve CORA parks,
- CORA fees go to Rangers but, Rangers do not help CORA and they cannot do effective enforcement.

In Years past County asked CORA what they recommended.

CORA asked County for better Enforcement of the Rules (and better restrooms at beaches): Sadly neither happened.

Scofflaws have been ever-present:

Illegal commercial activity in the beach parks and Scofflaws have been ever-present in the ocean recreation industry. Unfortunately even after the creation of the parks ranger program, and lots of money spent the problem still persists to this day, maybe worse than ever. Illegal's are flourishing in the parks due to the absence of effective enforcement. Parks rangers are either unable or unwilling to enforce parks rules.

Illegal operators increase the county liability

Illegal operators increase the county liability by exposing patrons to risk, and not insuring their patrons. They do not pay taxes and do not contribute to the economy, they take jobs away from local people. They compete with legal CORA businesses. They use the parks for commercial gain and operate outside the law, and outside the rules.

Who are these illegal operators? The list includes:

- Ex-CORA instructors are working without Permits.
- Illegal Businesses operated in the parks without abiding by any laws or rules.
- Fake schools with bogus credentials, impersonating legal operators.
- Even some CORA instructors "moonlighting", teaching on the side particularly on Sundays (non-cora days) or their days off.

Why do Illegal operators do this:

Illegal's are motivated by easy money. They avoid paying taxes. Income tax, payroll tax, business taxes etc. Or they do not have legal working status, they do not have infrastructure, rent, or business expenses. They do not have to pay high permit fees, they do not have to pay for expensive insurance. They do this because they is virtually zero probability of getting caught.

Higher CORA Fees and business expenses exacerbate the problem:

Higher Parks Permit Fees hurt legal CORA, and benefits illegal operators. With higher fees running a legitimate CORA business gets more cost prohibitive the incentive to stay underground increases. Also the higher Fees charged to legitimate CORA operators increases their operating costs, and so here is less money to pay higher wages to workers.

How Illegal Businesses form:

Legitimate CORA employees are constantly tempted by the lure of easy cash money. And the temptation is ever-present to start working for illegal operations, or they often set up illegal businesses for themselves. Without enforcement or fear of prosecution there is a dozens of illegal businesses flourishing in parks, unabated, and operating openly. This situation has been ongoing for years.

County's failure to enforce rules has created a Black market for illegal activities in parks: Many legit workers leave the legit CORA businesses because payroll taxes, and normal wages are no match for the "easy money" of doing lessons on the "black market".

Illegals lie, cheat, and steal:

Illegal's are cheaters and work outside the system to cheat the community out of tax revenue, and to steal jobs from locals, and take away business from legitimate law abiding schools. They are expert con-men and know the loopholes and exploit the weaknesses of the County system. They lie to parks rangers, and DLNR and they manipulate gullible officials, to stay one step ahead of the law.

Risk of lawsuits could cost millions:

Have no doubt Illegal operators puts the County at risk of millions of dollars in liability lawsuits. And these scofflaws have no accountability, they do not protect their patrons or workers against accidents or injury, that could result in high medical costs, or huge lawsuits that would be undoubtedly be leveled against the county. The County has the deepest pockets so they are going to be left cleaning up the mess left behind by unlawful operations like these.

Illegal operators are present almost every day in every county park:

Parks dept cannot and do not have the ability to catch illegal schools operating in the parks. This is why the CORA working committee asked for more enforcement 15 years ago. The problem still persists. Parks rangers cannot reduce the problem. The rangers do not have the power, or resources to deal with the illegal operators. Parks rangers do not readily respond to calls or follow up on complaints, there is no result.

Illegal Operations on State Land:

There are many illegal operators who think they can avoid Parks Rules by accessing water through state land. I was told by one particular illegal paddle sports (& surf) operator that he was informed by a senior county official (name withheld) that "Parks rules don't apply to them if they go just outside the park". He took this as "permission" to continue his operations with the "apparent blessing" of County. So now this business has been operating openly for years without paying permit fees, taxes, or insurance, like all the legitimate CORA operators are required to do.

Illegal operators jump in and out of parks:

Many illegal operators slip in and out of parks as suits them. They stay under the radar, and exploit the weak enforcement. Even some examples that have been persons abusing the parks for 5+ years are emboldened and brazen and repeatedly tell Rangers to their face that they are "just teaching friends". This has been enough to deter further action from the Parks Rangers. Parks rangers should not be so easily put off. Parks rangers are pushovers and have no credibility as a deterrent or as an actual mechanism of enforcement. They even seem reluctant to warn these people of potential violations.

Parks rangers cannot stop them:

We have been told by parks rangers themselves that they cant stop the illegal operators, they are "afraid that will get sued". They actually told us that.

Parks CORA money not spent on Enforcement:

OCRA money is not spent on CORA expenses, instead going to beach sand for non-cora beaches. If parks rangers need money they should spend the CORA money on admin, and enforcement first. Rangers are mostly concerned with homelessness, not CORA.

Inefficiencies in Enforcement:

Parks rangers rarely even get out of Vehicles. They usually drive through the parks without stopping. They do not make regular contact with the vendors, or ask what is going on. When they do they waste their time dealing with the same legitimate operators, instead of addressing the actual scofflaws. There are many wasted opportunities for the CORA and rangers to work together.

CORA have offered to help rangers.

CORA operators and instructors can easily point out the scofflaws on any given day, but the rangers never ask. Regular CORA operators know who is who at the parks, and know when someone is teaching friends, and when they are teaching illegally. But CORA operators is not able to enforce anything, or even make contact with scofflaws. That is the job of the parks rangers or DLNR. Unfortunately they don't respond to complaints, avoid any actual confrontations, and fail to implement any actual enforcement.

Parks and DLNR asked CORA to be their eyes and Ears:

At our OPACA training Clinic parks and DLNR asked CORA to be their eyes and ears for illegal activity. They said if you give us the info then we will follow up. This was in reference to illegal operators in the parks and on state land. But unfortunately many complaints and reports were filed but not followed up or acted upon.

There will always be the need for enforcement:

There will always be the need for enforcement. Under the CORA or any other system, people will try to cheat the system and go under the radar. We believe that there is currently nothing wrong with the CORA system that couldn't be fixed with proper effective enforcement.

Please take appropriate action:

Please take actions to ensure that there is enforcement of illegal operators in parks. And actually prosecute any lawbreakers. At the very least confront them warn them, and track them. And please ensure that CORA money used for parks enforcement is used efficiently and effectively for this purpose.

Regards, David Dorn

Testimony regarding proposed increased CORA permit Fees 2016

Date: Wednesday, May 20, 2016

Dear Council members/budget committee,

Increasing fees hurts CORA operators, and forces them to compromise safety.

CORA Permits are "Access Sites", they are not Commodities:

CORA operators need Access Sites to operate safely. Each permit is an access site, and several sites are usually needed for different activities, or changing weather conditions.

No operator can have more than one same permit:

No operator can have more than one same permit for one site. This is always been in the rules. But they usually need alternate sites, and therefore they have alternate permits. You cannot strip away the alternate sites from safe operators, and resell them as stand alone permits to new businesses. This jeopardizes participant safety, and creates the potential for accidents to the general public as well.

Ocean Recreation Sports are Weather Dependent.

Unlike motor sports our Ocean Recreation sports are weather dependent, Some use the clean energy of the wind and waves, like for Kite, Wind, Surf, and in some other cases we need to have no wind and no waves like for Example; SCUBA, Snorkel and Kayak. Many of these sports are mutually exclusive and cannot be practiced at the same sites or at the same times.

Sports By Weather Type:

Some sports are wind dependent, some are wave dependent, some are flat-water dependent, some are no-wind dependent. Operators doing these sports have to wait for the best conditions to present themselves.

Activities are suspended in bad weather:

Divers can wait for weeks at a time for stormy weather to abate before they can do their sport. Wind sports enthusiasts just had a bad winter with 5 months of no wind. Long spells of no waves, or other unsuitable or unsafe conditions limit the possibilities to practice these outdoor sports. Most responsible operators respect mother nature, and will halt activities in bad weather, but unsafe operators may go out in spite of the warning signs and take risks.

Site Suitability:

No Site offers all of these attributes at all times. Generally the location's orientation, geography, and bathymetry, as well as use patterns, and regulations, all have a bearing on the site's suitability for each particular sport. Some sites are better for beginners, some others offer better conditions for experts. It may also be necessary to switch to alternate sites depending on time of day, crowds, or changing weather patterns.

How One (1) permit became many:

The original CORA permit was like a bicycle license, and was set for \$50.

You simply showed the DMV your Business license, and insurance and paid the fee. The Permit was good for all activities and all beach parks and access ways. This is what I started with in 1996. Later on permits had more requirements, and parks dept eventually wanted us to list the sites we used and later on which activities.

CORA Permits now issued Per-Site-Per-Activity:

Permits are then issued to us listing all parks and activities we used. Later on the permit fees were split up to make the single permit for each specific park, and the later the fee was charged per park, per activity. Still the same business as before now with multiple permits.

CORA operators have the Permits they Need:

CORA operations vary from operator to operator. Some offer a single sport, some offer several alternate sports. And most need to have a few alternate locations. Most CORA operators would not hold any unnecessary permits. In about 2009 the fee went to \$500 per park per activity, and the number of permits was reduced. The current permits in use are in most cases the core permits needed for each school to operate safely.

Forcing Operators to Drop alternate sites, reduces operational safety.

Ocean Based Sports need to have access to different sites for different weather conditions. And use alternate sites to avoid overcrowding. This is what CORA operators hold alternate permits for sites. These sites may in some cases be unsuitable as primary sites for any operator, but they are vital for safety of the participants, and the staff or the operator. Forcing operators to drop alternate sites also concentrates usage into a few heavily used locations.

Examples of Alternate Sites:

Waiehu Beach park, used for surfing 2-4 weeks a year in Mostly in Kona Conditions. This park has No facilities, No parking, no toilets, the whole infrastructure long since fell into the ocean. This site is not suitable as a full time CORA site, but it is vital to provide a safer alternate site for a south shore based surf school.

Memorial Park Kihei,

This site is our alternate site for our wind sports when Kona conditions are present and also for access to local people who live in Kihei. This site is used as an alternate site only, It is not used much of the time, but it does provide a vital alternate location in certain conditions and for a certain type of user. Therefore this site is essential for safe operations. The public also recreate at this site, there are many user groups at different times. and probably would not tolerate it if it were used as a full-time site anyway.

Ukumehame park:

This site is one of the most neglected parks on Maui. Facilities there were wiped out in the last tsunami and never restored. It is an eyesore and an embarrassment. However this site is still important as an alternate location for my lessons. It is not safe at all times due to offshore winds, and exposed reef at low tides. It is important location for certain conditions, and has a vital function in our overall safety plan. A lot of local surfers go here and they would probably not tolerate any increased use at this park above the current level.

Sports-Specific Usage:

There are many examples of alternate sites used by different sports, I cannot speak for other operators, but this kind of sports specific information should be sought out and taken into consideration when promulgating rules and setting fees.

No One Size Fits All Solution:

A one sized fits all approach will not work for these different activities, As we have in the past, we have had sports-specific working groups working with County to find the best fit solutions for the industry and the wider community.

A Small Versatile Operator:

A small diverse watersports school, can teach more than one sport. Example: In the morning teach surfing before it is too windy, and in the afternoons teach windsurfing. These sports are not usually done at the same time. There will be many days when there is no teaching of one or both sports at all. Teaching different sports at alternate sites, gives it the ability to shift and location according to the seasons and the conditions. Many CORA activities cannot be done at the same time, or at the same location.

Standards for Safety:

Our school model is designed for safety and efficacy. That is why we utilize alternate sites. We work with the natural elements and not against them, that is why we have the option to relocate sites according to the conditions, this not only prudent it is a necessity. Some of our teaching methodology has become internationally recognized, and we have helped set the standards that now are taught in 40 countries and translated into 4 languages. Any access restrictions will force us to change these standards, and affect our teaching methods in a way that could compromise safety of participants, and our staff.

Providing a Service:

Our business is a service business. We do not sell a product, instead we create jobs for instructors, and provide an important service to the community. We provide ocean safety instruction in these ocean activities, and provide the safe supervision of patrons. And we help the county to fulfill the Park's mandate to provide "safe and affordable recreational opportunities for residents and visitors alike."

Artificially Restricted Access:

Loss of access means a loss of jobs. When you take away our access sites you restrict the safety options, limiting the days we can teach, and compromise the viability of a ocean sports business. This directly affects the jobs of my instructors and staff that have dedicated themselves and depend on this business. We have worked under CORA system for almost 20 years. And as law-abiding legitimate operators, we have created good jobs,

and made a significant and ongoing contribution to; ocean safety, the community, and our economy.

<u>Lost access to ocean Safety instruction, and reduced recreational opportunities:</u>
Restricting CORA access to suitable sites, will limit the ability for locals and tourists to get Safe Instruction, Safe supervision, and will "Reduce the Recreational opportunities available to the Community".

Please do not change the CORA Permit Fees:

Please understand the need for alternate sites. And the need for more than one permit for smaller versatile operators like us. Radically raising the permit fee will create an Economic Disincentive to run ocean sports instruction in the safest possible way, and at the most suitable available sites. Forcing operators to drop permits for alternate sites is a bad idea. Forced attrition will have many negative consequences to this industry and to the community. So please do not arbitrarily alter the current fee structure as it will force many operators to choose Money over Safety. And such a decision could potentially wipe out this industry and with it, our livelihoods, and our careers.

Regards, Suzanne Dorn

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Testimony on the Proposed FY 2017 Budget May 20, 2016 at 9am

Dear Chair White, Vice Chair Guzman & Members of the Maui County Council,

Aloha and thank you for providing the opportunity to ring in on the FY 2017 County Budget. We know the long hours that go into this effort and deeply appreciate your time, broad based efforts to include the public, and thoughtful consideration of each area. With rising costs and expanding opportunities, it is no easy task.

As our county's economic health is a top priority, we want to thank you for your support of the Maui Visitors Bureau in the amount of \$4,200,000 and for your strong support of the many worthwhile projects and programs of the County's Office of Economic Development. We believe these investments in our economic future will net positive and highly leveraged returns.

While a number of fees have gone up, we see many of the increases as keeping up with the increased cost of doing business for the County, however, we do have two areas of concern.

First, despite the Commercial Ocean Recreational Activity operators taking a big hit with increased permitting fees last year, they are again being hit with another increase that will equate to thousands of dollars for them (with the first two permits going from \$1,000 - \$1,500 each and additional permits going from \$500 - \$750 per permit thereafter) this year. This industry seems to be unfairly targeted with little recognition of the benefits the County receives. They are an asset to our County from both a beach safety and protection standpoint and visitor industry standpoint, contributing to the stellar ratings our County continues to achieve. With such hikes, it appears that the County is trying to eliminate many of these small Mom and Pop activity operators. It does not appear revenue driven as there were no proposed increases for other similar industries and the County is not taking appropriate action on unlicensed activity which could net the County a considerable sum. Therefore, we ask that their permit fees stay the same.

Secondly, while housing and water are top priorities, we see that many costs in subdivision filing and processing fees, construction plan reviews, and water source development are slated for large increases. It appears that the thinking on this is that these fees will be passed on by developers to homeowners who can afford to pay the increases. Yet, time and time again in Council chambers we talk about the need for housing and how to bring down the cost of housing. Therefore, we do not agree with these increased development fees. Further, water source development, system development and transmission should be a top priority. Instead of increasing fees (by hundreds to thousands of dollars), we should be incentivizing such efforts. We request that the fees stay the same and that the County's Committee on Housing, Human Services and Transportation consider incentivizing water source development, system development and transmission.

Mahalo for your efforts this year to create a fair, equitable and transparent budget. We hope you will give additional consideration to these two concerns and requests for support.

Sincerely,

Pamela Tumpap President